

# Excise Tax Advisory

Excise Tax Advisories are interpretive statements authorized by RCW 34.05.230.

ETA 3085.2009

Issue Date: February 2, 2009

## **Eligibility of Taxes for Multiple Activities Tax Credits (MATC)**

In accordance with WAC 458-20-19301(5)(d), this bulletin lists taxes from other jurisdictions for which the Department has determined the applicability of MATC. This revision has added the following jurisdictions as qualifying for MATC - Laguna Beach (California) license fee, Beverly Hills (California) license fee, City of Santa Monica (California) license fee. This listing is not exclusive. Taxes not included in the bulletin either may or may not qualify for MATC.

The decisions on the availability of the credits were based on the versions of the tax statutes which were actually examined. Should the statutes be amended or if they otherwise differ from those which were examined, the conclusions made in this bulletin will not necessarily apply.

Persons wanting to know the applicability of MATC to taxes not listed in this bulletin should ask the Department in writing for a ruling. A copy of the tax statute should accompany the request.

### **TAXES QUALIFYING FOR MATC**

<b>Jurisdiction</b>	<b>Tax</b>
Birmingham, Alabama	License Tax, Ordinance No. 85-259. Only license taxes which are paid for those categories of business which involve extracting, manufacturing or selling tangible personal property and which are measured by gross receipts qualify for MATC. (As of 1986)
Foley, Alabama	Business License Fee §§ 3.2, 3.7(A) and (c), 3.12, and 3.15. (As of 1986)

To request this document in an alternate format, visit <http://dor.wa.gov> and click on "contact us" or call 1-800-647-7706. Teletype (TTY) users may use the Washington Relay Service by calling 711.

General tax information is available on our website at [dor.wa.gov](http://dor.wa.gov).

Questions? Complete the online form at [dor.wa.gov/communications](http://dor.wa.gov/communications) or call 800-647-7706. If you want a binding ruling from the Department, complete the form at [dor.wa.gov/rulings](http://dor.wa.gov/rulings).

Alaska	Fisheries Business Tax, Alaska Statutes §43.75.015. (As of 1986)
Alaska	Oil Production Tax Alaska Statutes §43.55.011(b). Only those taxes paid under the percentage-of-value method are eligible for credit. (As of 1982)
Anaheim, California	Gross Receipts Tax, Anaheim Municipal Code §3.08.010. (As of 1982)
Berkeley, California	License Fee, Berkeley Municipal Code §9.04.035. (As of 1992)
Beverly Hills, Calif.	License Fee, Municipal Code § 3-201 to 3-1.313. (As of 1/1/94)
Fresno, California	License Fee, Fresno Municipal Code §5-302. (As of 1985)
Laguna Beach, California	License Fee, Ordinance B, Section 5.08.600. (As of 11/16/93)
Los Angeles, California	Business Tax, Los Angeles Municipal Code §§21.166 and 21.167. (As of 1988)
Oakland, California	Business Tax, Oakland Municipal Code §§5-1.23, 5-1.26 and 5-1.34. Taxes paid under §5-1.34 will not qualify for MATC to the extent a deduction is taken for the value of raw materials or partially completed products under §5-1.34(a). (As of 1987)
Sacramento, California	Business Operations Tax, Sacramento City Code §23.401. (As of 1985)
San Francisco, Calif	Business Tax, San Francisco Municipal Code §§1004.08 and 1004.13(a). (As of 1985)
Santa Ana, California	Business License Tax, Santa Ana Municipal Code §21-71(1) and (3). (As of 1986)
Santa Monica, California	Business License Fee, Municipal Code Chapter 6.04. (As of 1/1/94)
Southgate, California	Business License Fee, South Gate Municipal Code §§2.08.305.8(12) and 2.08.305.10(4) and (8). (As of 1985)
California	12841 Food and Agricultural Code, Economic Poisons tax. (As of 1987)
Delaware	Manufacturers' License Fee, Delaware Code 30 §2702(b). (As of 1988) Wholesaler License Fee, Delaware Code 30 §2902(c). (As of 1988) Food Processor License Fee, Delaware Code 30 §2903(c). (As of 1988) Retailer License Fee, Delaware Code 30 §2905(b). (As of 1988) Transient Retailer License Fee, Delaware Code 30 §2905(g). (As of 1988)
Hawaii	Privilege Taxes, Hawaii Revised Statutes §237-13. (As of 1984)
Indiana	Gross Income Tax, Indiana Code §6-2.1-2-2. (As of 1981)

Hazelwood, Missouri	License Fee, Municipal Code of Hazelwood, Missouri §§16-2 and 16-3. (As of January 24, 1972)
Kansas City, Missouri	License Fee, Kansas City Code §§21.34 and 21.35. (As of 1978)
North Kansas City, Mo	Occupational Licenses, North Kansas City Code §§13-17, 13.51, and 13-52. (As of 1971)
St. Joseph, Missouri	License Fee, St. Joseph Code §§ 13-47 and 13-48. (As of 1986)
St. Louis, Missouri	License Fee, St. Louis Code §§8.54.030 and 8.54.130. (As of 1984)
Oregon	Oil and Gas Tax, Oregon Revised Statutes 324.070. (As of 1985)
Philadelphia, Penn	Business Privileges Taxes, Philadelphia Code §§19-2603 and 190-2604(2)(b). However, the tax measured by "net income" in §19-2604(2)(b) does not qualify for MATC. (As of 1986)
Pittsburgh, Penn	Mercantile License Tax, Pittsburgh Code §§249.03 and 249.04(a) and (b). (As of 1988)
Anderson, South Carolina	License Fee, Business and Professional License Ordinance §4(d). (As of 1988)
Columbia, South Carolina	License Fee, Columbia City Code §8-1004. (As of 1983)
Gaffney, South Carolina	License Fee, Gaffney Code §11-6. Only license fees which are paid for those categories of business which involve extracting, manufacturing or selling tangible personal property and which are measured by gross receipts qualify for MATC. (As of 1981)
Georgetown, S. Carolina	License Fee, Business License Ordinance §1. (As of 1980)
Greenwood, S. Carolina	License Fee, Business License Ordinance §1. (As of 1988)
Laurens, South Carolina	License Fee, Business License Ordinance §1. (As of 1983)
Mauldin, South Carolina	Annual License Fee, Business and Professional License Ordinance §§4 and 19. (As of 1982)
Orangeburg, S. Carolina	License Taxes, Business and Professional License Ordinance §12-30. (As of 1987)
Sumter, South Carolina	License Fee, Business License Ordinance §1. (As of 1989)
Union, South Carolina	License Fee, Business License Ordinance §1. (As of 1981)

Tennessee	Privilege and Excise Taxes, Tennessee Code §§67-4-402(b), 67-4-405, 67-4-503(d)(1), 67-4-708(1), (2), (3)(A), and (4), and 67-4-709(b)(1), (2), (3), and (4). These taxes will not qualify for MATC if "gross sales" as defined in §67-4-702(a)(6) are reduced by the deduction authorized in §67-4-711(a)(5). The minimum tax in §67-4-709(a) does not qualify for MATC. (As of 1987)
Richmond, Virginia	License Taxes, Richmond Code §28-420. (As of 1984)
West Virginia	Business and Occupation Tax, West Virginia Code §§11-13-2a, 11-13-2b and 11-13-2c. (These taxes were in effect only prior to July 1, 1987.)  Severance Tax, West Virginia Code §§11-13A-3 and 11-13A-6. These taxes will not qualify for MATC if "gross value" as defined in §11-13A-1(6) is reduced by the deductions in §11-13A-1(6)(D) and (E). (These taxes went into effect on July 1, 1987.)
Bluefield, W. Virginia	Annual Privilege Taxes, Bluefield Code §§13-232, 13-252, 13-264, and 13-267. (As of 1971)
Charleston, W. Virginia	Business and Occupation Tax, Charleston City Code §§6-109, 6-110 and 6-111. (As of 1979)
Clarksburg, W. Virginia	Business and Occupation Tax, Clarksburg Business and Taxation Code §§745.18, 745.19 and 745.20. (As of 1986)
Dunbar, W. Virginia	Business and Occupation Tax, Dunbar Business and Taxation Code §§729.04, 729.06 and 729.07. (As of 1978)
Fairmont, West Virginia	Business and Occupation Tax, Fairmont Business and Taxation Code §§761.03, 761.04 and 761.05. (As of 1987)
Follansbee, W. Virginia	Business and Occupation Tax, Follansbee Business Regulation and Taxation Code §§745.05(a), (b) and (c) and 745.06(a)(1) through (10). (As of 1987)
Grafton, West Virginia	Annual Privilege Taxes, Ordinance No. 200 §2(a), (b) and (d). (As of 1983)
Huntington, W. Virginia	Gross Sales Tax, Huntington Code §33-25, 33-26 and 33-27. (As of 1979)
Martinsburg, W. Virginia	Gross Sales Tax, Ordinance 18A §2(a), (b) and (c). (As of 1969)
Morgantown, W. Virginia	Business and Occupation Tax, Business and Taxation Code §§735.16,

735.17, 735.18 and 735.19. (As of 1983)

Moundsville, W. Virginia	Business and Occupation Tax, Business and Taxation Code §§745.05, 745.06 and 745.07. (As of 1988)
Parkersburg, W. Virginia	Business and Occupation Tax, Business and Taxation Code □§§779.03, 779.04 and 779.05. (As of 1986)
Point Pleasant, W. Va	Business and Occupation Tax, Business and Taxation Code §§731.03, 731.04 and 731.05. (As of 1985)
Princeton, West Virginia	Business and Occupation Tax, Business and Taxation Code §§767.04 and 767.05. (As of 1975)
Richwood, West Virginia	Business and Occupation Tax, Richwood City Code §§6-20, 6-21 and 6-22. (As of 1971)
South Charleston, W. Va	Business and Occupation Tax, Business and Taxation Code §§737.09, 737.10 and 737.11. (As of 1985)
St. Albans, W. Virginia	Business and Occupation Tax, Business and Taxation Code §§757.03, 757.04 and 757.05. (As of 1979)
Welch, West Virginia	Business and Occupation Tax, Welch Code §§10-68, 10-69 and 10-70. (As of 1986)
Wellsburg, West Virginia	Business and Occupation Tax, Business and Taxation Code §731.03(a), (b) and (h). (As of 1983)
Wheeling, West Virginia	Privilege Tax, Business Regulation and Taxation Code §787.02(a), (b) and (c). (As of 1980)
Canada	Pursuant to Article XII of the Income Tax Treaty between the United States and Canada, the tax imposed by Canada on the gross amount of royalties received by Washington business. (As of January 1, 1985)

#### **TAXES NOT QUALIFYING FOR MATC**

<b>Jurisdiction</b>	<b>Tax</b>
Birmingham, Alabama	Sales Tax, Ordinance No. 74-115. (As of 1979)
Alaska	Oil Production Tax, AS Section 43.55.011(c). (As of 1982). (Measured by the volume or number of units produced). (See Alaska taxes which qualify)

Pasadena, California	License Tax, Ordinance No. 4747. (As of 1966)
Delaware	License Tax, Delaware Code 30 §2301. (As of 1988)
Atlanta, Georgia	Business and Occupation License Fee, Atlanta City Code §14-5003(a)(4) and (5). Tax calculated under §14-5003(a)(1), (2), and (3) does qualify for MATC. (As of 1985)
St. Louis, Missouri	Business License Tax, St. Louis Code 8.06.300. (As of 1981)
New Mexico	Gross Receipts Tax and Municipal Gross Receipts Tax, New Mexico Statutes §§7-9-4 and 7-19-4. (As of 1986)
Oregon	Eastern Oregon Severance Tax, Oregon Revised Statutes 321.425. (As of 1983) Western Oregon Severance Tax, Oregon Revised Statutes 321.272 and 321.277. (As of 1983)
Philadelphia, Penn.	Business Privileges Taxes, Philadelphia Code §19-2604(2)(b) and 19-2604(4). The tax measured by "annual receipts" in §19-2604(2)(b) does qualify for MATC. (As of 1986)
Tennessee	Privilege and Excise Taxes, Tennessee Code §67-4-407(a). (As of 1968)
Richmond, Virginia	License Taxes, Richmond Code §28-421. (As of 1979)

\*\*\*\*\*